FROM: SENATE MAJORITY FUND FEC #C00368431

REFERENCE: APRIL MONTHLY REPORT (3/1/2008-3/31/2008)

This ETEXT ATTACHMENT is in response to the above referenced letter. The paragraphs below respond to the FEC letter which requested clarification.

- 1) Our contributions to Wicker for Senate were permissable but were designated incorrectly on our report. Due to the special election and Run-Off in Mississippi they should have been reported as Run-Off and Special-General 2008. I have amended our report to show such a change.
- 2) The letter asked if our committee was assessed the usual and normal charge for the goods and or services and we were asked to explain the steps the political committee took in determining the amounts charged. Payments made by the Senate Majority Fund to the Jon Kyl for US Senate committee are based on fair market value of the service/goods provided. The services/goods provided are rent of office space, rental of office equipment, and reimbursement for telephone and internet service. Rent of office space is based on actual square footage used exclusively by each committee and the frequency of use of common areas. Office equipment rental is based on fair market rental of equivalent items of the equivalent age on the general market; ie: a desk, a chair, filing cabinets, and proportional use of computer equipment, copier, and fax machine. Reimbursement for telephone and internet is based on percentage of use by each committee. Currently these items are running at fifty/fifty for each committee. Employees of the Senate Majority Fund are paid on an hourly basis by the Senate majority Fund. The payments made to Jon Kyl for US Senate were the usual/normal charges for the goods and services.
- 3) The expenditures made for Reimb. for Dinner Event Catering on Schedule B were not made on behalf of specifically identified candidates. The Dinner Event was for Senate Majority Fund PAC Fundraising. No fundraising expenses benefited any candidate or other political committee, unless we later make a monetary contribution to them which would be reported on line 23 of our reports.
- 4) The FEC letter asked if a number of expenditures reported were for public communications or voter drive activity. They were not. These expenditures were all directly related to fundraising activities for the benefit of the Senate Majority Fund. No activity contained express advocacy for any candidate or political candidate.

Our report has been amended and filed online. Thank you for your consideration.